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September 24, 2012

Via Electronic Submittal

Hon. Mary D. Nichols Chairman California Air Resources Board 1001 "I" Street Sacramento, CA 95817

Subject:

Comments for the Carbon Dioxide Weighted Tonne Refinery Benchmark

Dear Madame Chairman:

Lunday-Thagard Company ("LTR") appreciates the opportunity to provide these comments on the California Air Resources Board's ("CARB") approach of the Carbon Weighted Tonne ("CWT") refinery benchmark.

LTR is a small privately-owned petroleum refinery whose principal products include a variety of paving and roofing asphalts. After a preliminary review of the Ecofys work product and the European Union-Emissions Trading System's ("EU-ETS") sector-specific guidance, we are keenly aware that the CWT is not suited for "atypical" refineries, for which LTR can be classified. To that end, we urge the CARB to consider a bifurcated approach to refinery allocations which is sensitive to the fact that the CWT benchmark is ill suited to atypical refineries.

We look forward to working with the CARB towards a mutually beneficial resolution to the refinery allocations in the second and third compliance periods of the program. Please feel free to contact me with any questions.

Thank you for the opportunity to submit these comments.

Sincerely,

LUNDAY-THAGARD COMPANY

Marie for

Marcus Ruscio

**Director of Environmental Affairs** 

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